
A BILL FOR AN ACT

RELATING TO THE HIGH TECHNOLOGY BUSINESS INVESTMENT TAX CREDIT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. Section 235-110.9, Hawaii Revised Statutes, is
2 amended by amending subsection (g) to read as follows:

3 "(g) As used in this section:

4 "Investment tax credit allocation ratio" means, with
5 respect to a taxpayer that has made an investment in a qualified
6 high technology business, the ratio of:

7 (1) The amount of the credit under this section that is,
8 or is to be, received by or allocated to the taxpayer
9 over the life of the investment, as a result of the
10 investment; to

11 (2) The amount of the investment in the qualified high
12 technology business.

13 "Qualified high technology business" means a business,
14 employing or owning capital or property, or maintaining an
15 office, in this State; provided that:

16 (1) More than fifty per cent of its total business
17 activities are qualified research; and provided
18 further that the business conducts more than seventy-



1 five per cent of its qualified research in this State;

2 or

3 (2) More than seventy-five per cent of its gross income is

4 derived from qualified research; and provided further

5 that this income is received from:

6 (A) Products sold from, manufactured in, or produced

7 in this State; or

8 (B) Services performed in this State.

9 "Qualified high technology business" does not include a large

10 capacity ferry vessel company as defined in section 2 of Act 2,

11 Second Special Session Laws of Hawaii 2007.

12 "Qualified research" means the same as defined in section

13 235-7.3."

14 SECTION 2. New statutory material is underscored.

15 SECTION 3. This Act shall take effect on July 1, 2008.

16

INTRODUCED BY: 

JAN 23 2008



Report Title:

High Tech Business Investment Tax Credit; Superferry

Description:

Specifically excludes "large capacity ferry vessel company" from the high technology businesses that are eligible for the High Technology Business Investment Tax Credit.

